

Governor

## ARIZONA DEPARTMENT OF TRANSPORTATION

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LARRY S. BONINE Director

May 25, 1994

**Engineering Consultants Section** 

## **INFORMATION BULLETIN 93-26**

TO: CONSULTANTS

FROM: ENGINEERING CONSULTANTS SECTION V

SUBJECT: CONTRACT RETENTION

The purpose of this letter is to inform all consultants who have active contracts with the Highways Division, Engineering Consultant Section that retention will no longer be held on any contract, unless satisfactory progress has not been made. You will be receiving a contract modification in the near future making this change. We anticipate all contract modifications will be processed by July 1, 1994 and all retention held will be released to the consultants by that date. The new contract language will read:

The STATE shall not withhold retention on progress payments. However, if satisfactory progress has not been made, the STATE may first retain a maximum of 10% of the current and subsequent billings, or secondly, the STATE may refuse to make full progress payment(s) of such sums which are considered necessary.

For further information, please contact your appropriate Contract Management Specialist, who is responsible for your contract. If you do not know their telephone number, please call 255-7525 and we will transfer your call.

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202/2